

Amendment to HB 330

Third Reading Copy

Requested by Rep. Bergren

1. Page 1, line 12.

After: "OPERATE"

Insert: SOME

2. Page 1, line 12.

Undelete: "REQUIRING through INTEGRATION"

3. Title, line 14.

Following: "APPROPRIATION;"

Insert: "AMENDING SECTION 17-5-1608, MCA, TO INCREASE THE AMOUNT OF BONDS THAT THE BOARD OF INVESTMENTS MAY ISSUE UNDER ITS MUNICIPAL FINANCE CONSOLIDATION ACT;"

4. Page 2.

Following: line 23

Insert: "'Commission" means the public service commission provided for in 69-1-102, MCA."

5. Page 3, line 19.

Strike: "THAT to PART 6;"

Insert: ";

(C) A public utility under a qualifying facility contract governed by Title 69, chapter 3, part 6, provided:

"(i) the commission makes a finding that adequate ancillary services are available for increases in the amount of intermittent generation resources connected to the transmission grid;

"(ii) the cost of any ancillary services provided to the generator by the public utility can be adjusted to reflect actual costs of providing the service, and

(a) these costs are deductible by the public utility from the price of electricity paid to the generator; and

(b) adjustments may be made as frequently as every twelve months; and

"(iii) the public utility can refuse acceptance of electricity from the generator when

(a) loss of the unit(s) providing ancillary services threatens system reliability, or

(b) the public utility cannot purchase sufficient ancillary services to meet its obligations, subject to 90 days written notice to the generator."

6. Page 3, line 22.

Strike: "CONSUMER"

Insert: "PURCHASER"

7. Page 9, line 15.

After: "PRIOR TO"

Strike: "SELLING" through "FINANCING"

Insert: "INITIATING CONSTRUCTION"

8. Page 9, line 29.

Insert: "(3) Subsections (1) and (2) do not apply to electrical lines connecting component parts within the perimeter of an electric generation facility or to a dedicated tie line between an electric generation facility and the transmission grid or the point of use by the governmental body."

9. Page 9.

Following: line 29

Insert: "New Section. SECTION 19. SECTION 17-5-1608, MCA, IS AMENDED TO READ:

"17-5-1608. LIMITATIONS ON AMOUNTS. THE BOARD MAY NOT ISSUE ANY BONDS OR NOTES THAT CAUSE THE TOTAL OUTSTANDING INDEBTEDNESS OF THE BOARD UNDER THIS PART, EXCEPT FOR BONDS OR NOTES ISSUED TO FUND OR REFUND OTHER OUTSTANDING BONDS OR NOTES OR TO PURCHASE REGISTERED WARRANTS OR TAX OR REVENUE ANTICIPATION NOTES OF A LOCAL GOVERNMENT AS DEFINED IN 7-6-1101, TO EXCEED \$~~420~~190 MILLION."

Renumber: subsequent sections

10. Page 10.

Following: line 6.

Insert: "New Section. SECTION 20. WIND INTEGRATION STUDY. BEFORE MARCH 20, 2008, THE OFFICE OF THE GOVERNOR SHALL:

- (1) STUDY WIND INTEGRATION IN MONTANA TO DETERMINE THE ANCILLARY SERVICES EXPECTED TO BE NEEDED BY CONTROL AREAS OPERATED BY INVESTOR-OWNED UTILITIES THAT SUPPLY DISTRIBUTION SERVICES IN MONTANA TO INTEGRATE WIND ENERGY IN THOSE CONTROL AREAS, INCLUDING THE IMPACT OF LOCATION DIVERSITY ON THE NEED FOR ANCILLARY SERVICES; AND
- (2) PRESENT THE FINDINGS OF THE STUDY TO THE ENERGY AND TELECOMMUNICATIONS INTERIM COMMITTEE."

Renumber: subsequent sections.

11. Page 10, line 27.

Strike: "\$10"

Insert: "\$150,000"

12. Page 10, line 28.

Following: "2007"

Insert: "to conduct the wind energy integration study pursuant to [section 20]."

13. Page 11, line 11.

Strike: "20"

Insert: "22"

14. Page 11.

Following: line 11

Insert: "New Section. SECTION 23. TERMINATION. [SECTION 3, SUBSECTION (3)(C)] TERMINATES JUNE 30, 2009."